

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:1638
ANSWERED ON:02.12.2005
INDIA SECURITY PRESS NASIK
Singh Shri Prabhunath

Will the Minister of FINANCE be pleased to state:

(a) whether India Security Press, Nasik is responsible for Production of various types of security papers required by RBI, SBI, State Governments and Union Territories have failed to fulfil the demands of these agencies to a large extent;

(b) if so, the reasons therefor; and

(c) the steps taken to increase the production ?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF FINANCE (SHRI. S.S.PALAN1MANICKAM)

a): The India Security Press, Nasik is responsible for production of various types of security papers required by RBI, SBI, State Governments and Union Territories. It has met the demands of these agencies to its capacity. In the case of MICR and Non-MICR Cheques as well as Drafts, the demand has been fully met. It has been observed that in the case of Non Judicial and Allied Stamps, there have been wide fluctuations in the annual indents received from the indenters. However, production and supply of stamps and stamp papers has been consistent.

b): In the case of Non Judicial and Allied Stamps, it has been observed that the indents raised by the State Governments and Union Territories have been unrealistic and highly inflated.

c): To curtail erratic and unrealistic indents, the States are now required to pay 30% amount of the indented value of the Non Judicial & Allied Stamps in advance and Salaries 70% at the time of taking delivery. They are also required to place 3 years rolling indent and follow a six monthly supply schedule to ensure realistic indent and better production planning. Presently, it is not proposed to increase the production capacity in the case of Non Judicial Stamps and Allied Stamps as there is a decrease in demand due to the steps taken to encourage the states to raise realistic indents and other developments such as implementation of e-governance and other modes of revenue collection by State Governments. In the case of other products, production capacity has been found to be adequate.